From: TONY GALLEGOS (TGALLEGOS)

To: LKUNZLER, WHEDBERG

Date: Thursday, August 4, 1994 9:18 am

Subject: S/003/020 Northern Stone

I talked with Phil Allard of the BLM this morning. He wanted to let us know they would be issuing a Notice of Noncompliance to Northern Stone in the immediate future. I explained that we were waiting for the IBLA decision before we proceeded with any DOGM permitting requirements. Phil indicated a decision had been made, then appealed, then revised and the revision appealed. BLM's position at this time is that the last decision is in force because the operator did not request a "stay" in the last appeal. The last decision requires a bond since operations exceed 5 acres. BLM had taken no action because the operation had been inactive. Northern Stone has now moved a crusher onto the property and is operating. As part of the NON BLM will be asking for a bond based on 6.5 acres x \$2,000/acre.

CC: TJONES, JBURNS